

STATE OF IOWA
DEPARTMENT OF COMMERCE
UTILITIES BOARD

IN RE: INTERSTATE POWER AND LIGHT COMPANY	DOCKET NO. PGA-04-43
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ORDER APPROVING ANNUAL RECONCILIATION FILING

(Issued October 29, 2004)

On October 1, 2004, Interstate Power and Light Company (IPL) filed its annual reconciliation of gas costs for the 12-month period ending August 31, 2004, in accordance with 199 IAC 19.10(7). Subrule 19.10(7) requires Iowa rate-regulated natural gas utilities to reconcile the actual net invoiced cost of purchased gas for each customer class to the actual revenues collected, net of the prior year's reconciliation amount plus any undistributed refunds. IPL filed a revision on October 26, 2004. The filing has been identified as Docket No. PGA-04-43.

On October 19, 2004, the Consumer Advocate Division of the Department of Justice (Consumer Advocate) filed a conditional objection to the filing. On October 22, 2004, the Board issued an order docketing the annual filing for further review. On October 26, 2004, Consumer Advocate filed a withdrawal of the conditional objection. Consumer Advocate indicates that after investigation and evaluation, it has no objection to the filing.

For the 12-month period ending August 31, 2004, IPL calculated it had overcollected revenues from its Firm customer class by \$3,386,526. This amount will be returned to Firm customers through the monthly PGA. For the same period, IPL calculated that it had undercollected from its Interruptible customers in the amount of \$4,446,820. This amount will be collected from Interruptible customers through the monthly PGA.

The Board has reviewed the annual reconciliation filing and finds that it complies with 199 IAC 19.10(7) and adequately supports the undercollection calculation. Consumer Advocate has withdrawn its conditional objection. The Board will approve the annual reconciliation.

IT IS THEREFORE ORDERED:

The annual reconciliation filed by Interstate Power and Light Company on October 1, 2004, as revised on October 26, 2004, is approved.

UTILITIES BOARD

/s/ Diane Munns

/s/ Mark O. Lambert

ATTEST:

/s/ Judi K. Cooper
Executive Secretary

/s/ Elliott Smith

Dated at Des Moines, Iowa, this 29th day of October, 2004.